

# HEALTH SERVICES AND DEVELOPMENT AGENCY

## COMMUNIQUE

MONTHLY PUBLICATION OF  
*HEALTH SERVICES AND DEVELOPMENT AGENCY*

*Andrew Jackson Building, 9<sup>th</sup> Floor  
502 Deaderick Street  
Nashville, TN 37243  
615.741.2364*

# SEPTEMBER 2017

For Meeting verification/change or agenda information, please call the Agency Office  
or check our website at [www.tn.gov/hsda](http://www.tn.gov/hsda)

### HEALTH SERVICES AND DEVELOPMENT AGENCY

Chair.....William Grandy  
Vice-Chair.....Paul Korth  
Executive Director.....Melanie Hill  
General Counsel.....James Christoffersen

Tennessee Department of Health, Division of Policy, Planning and Assessment.....615/741-1954

Tennessee Department of Mental Health and Substance Abuse Services,  
Planning, Research, & Forensics.....615/532-6717

Tennessee Department of Intellectual and Development Disabilities,  
Office of General Counsel...615/253-8731 or Main Office....615/532-6530 or 800-535-9725

## CALENDAR

**The Health Services and Development Agency will be closed on the following days:**

### **2017**

Friday, November 10, Veterans Day  
Thursday, November 23 and Friday, November 24  
Monday, December 25 and Tuesday, December 26

**In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday,  
such filing should occur on the preceding business day.**

**\*Appeal deadline is 15 days after meeting date.**

### **2017 REVIEW CYCLE**

<b><u>2016 Cycle Month</u></b>	<b><u>Publication Dates— Letter of Intent</u></b>	<b><u>Application Due Date</u></b>	<b><u>HSDA Meeting Dates</u></b>	<b><u>*End of Appeal Period</u></b>
January	01/01/2017-01/10/2017	5 days after LOI published	4/26/2017	5/11/2017
February	02/01/2017-02/10/2017	*	6/28/2017	7/13/2017
March	03/01/2017-03/10/2017	*	6/28/2017	7/13/2017
April	04/01/2017-04/10/2017	*	8/23/2017	9/07/2017
May	05/01/2017-05/10/2017	*	8/23/2017	9/07/2017
June	06/01/2017-06/10/2017	*	10/25/2017	11/09/2017
July	07/01/2017-07/10/2017	*	10/25/2017	11/09/2017
August	08/01/2017-08/10/2017	*	12/13/2017	12/28/2017
September	09/01/2017-09/10/2017		12/13/2017	12/28/2017

#### **STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION**

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, 9<sup>th</sup> FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, NINTH FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

# **HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS**

THSDA Meetings are scheduled to be held at  
8:30 a.m. CDT/CST  
At the following location:

## **OCTOBER 25, 2017**

Davy Crockett Building  
Hearing Room 1A  
500 James Robertson Pkwy  
Nashville, TN

## **DECEMBER 13, 2017**

Davy Crockett Building  
Hearing Room 1A  
500 James Robertson Pkwy  
Nashville, TN

\* Meeting locations are subject to change

\*\* All meetings of the Health Services and Development Agency are posted on the Agency's website at [www.tn.gov/hsda](http://www.tn.gov/hsda)

## **EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:**

### **PLEASE NOTE:**

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be heard. The parties are encouraged to provide 15 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



## RESULTS OF APPLICATIONS HEARD AT AUGUST MEETING

\*Vanderbilt University Medical Center  
1211 Medical Center Drive  
Nashville (Davidson County), TN 37232  
CN1705-016  
Contact Person: Ginna Felts  
Phone: 615-936-6005

**APPROVED**

The acquisition of a dedicated pediatric MRI located on the campus of Vanderbilt University Medical Center located at 1211 Medical Center Drive, Nashville, TN 37232. The estimated project cost is \$5,097,233.77.

\*Life Bridges, Inc.  
2611 Bower Lane  
Cleveland (Bradley County), TN 37311  
CN1706-019  
Contact Person: Teresa Tuten  
Phone: 423-421-1608

**APPROVED**

The relocation of a 6-bed ICF/IID home from 2611 Bower Lane, Cleveland (Bradley County), TN to 4755 Frontage Road NW, Cleveland, TN 37311. The estimated project cost is \$635,000.

AxelaCare Health Solutions, LLC. (East Tennessee)  
5100 Poplar Avenue, 27th Floor Suite 2739  
Memphis (Shelby County), TN 38137  
CN1702-008  
Contact Person: John Wellborn  
Phone: 615-665-2022

**APPROVED**

The addition of 34 East Tennessee counties to an approved but unimplemented certificate of need for a home care organization to provide home health services limited to the home infusion of immune globulin pharmaceuticals in 21 West Tennessee counties. The additional service area will include Anderson, Bledsoe, Blount, Bradley, Campbell, Carter, Claiborne, Cocke, Cumberland, Grainger, Greene, Hamblen, Hamilton, Hancock, Hawkins, Jefferson, Johnson, Knox, Loudon, McMinn, Marion, Meigs, Monroe, Morgan, Polk, Rhea, Roane, Scott, Sequatchie, Sevier, Sullivan, Unicoi, Union, and Washington Counties. The principal office will be located at 5100 Poplar Avenue, 27th Floor, Suite 2739, Memphis (Shelby County) Tennessee. The estimated project cost is \$70,000.

AxelaCare Health Solutions, LLC.  
(Middle Tennessee)  
5100 Poplar Avenue, 27th Floor, Suite 2739  
Memphis (Shelby County), TN 38137  
CN1702-009  
Contact Person: John Wellborn  
Phone: 615-665-2022

**APPROVED**

The addition of 40 Middle Tennessee counties to an approved but unimplemented certificate of need for a home care organization to provide home health services limited to the home infusion of immune globulin pharmaceuticals in 21 West Tennessee counties. The additional service area will include Davidson, Rutherford, Williamson, Montgomery, Sumner, Wilson, Maury, Putnam, Robertson, Coffee, Dickson, Bedford, Lawrence, Cheatham, Warren, Franklin, Lincoln, Marshall, Giles, Hickman, White, Macon, Overton, Smith, DeKalb, Humphreys, Fentress, Wayne, Cannon, Stewart, Grundy, Lewis, Jackson, Trousdale, Houston, Perry, Clay, Moore, Van Buren, and Pickett Counties. The principal office will be located at 5100 Poplar Avenue, 27th Floor, Suite 2739, Memphis (Shelby County) Tennessee. The estimated project cost is \$70,000.

Knoxville Eye Surgery Center, LLC. d/b/a  
Tennessee Valley Eye Center  
160 Capital Drive  
Knoxville (Knox County), TN 37922  
CN1702-010  
Contact Person: Melanie Burgess  
Phone: 865-251-0338

**APPROVED**

The replacement of an ambulatory surgical treatment center (ASTC) to be located at 160 Capital Drive, Knoxville (Knox County), TN. The proposed replacement ASTC will expand from four operating rooms to six operating rooms and will continue to function as single specialty ophthalmology ASTC. The estimated project cost is \$7,063,651.

Woodridge Behavioral Care, LLC  
49 Old Hickory Blvd  
Jackson (Madison County), TN 38305  
CN1703-011  
Contact Person: Greg Sassman  
Phone: 931-668-7073

**APPROVED with Modification**

The addition of 16 geriatric inpatient psychiatric beds to an existing mental health hospital located at 49 Old Hickory Blvd., Jackson (Madison County), TN 38305. The facility currently has 16 geriatric psychiatric beds and 16 approved but unimplemented child/adolescent psychiatric beds. The estimated project cost is \$787,190.

**MODIFICATION: 8 beds were approved instead of 16.**

## RESULTS OF APPLICATIONS HEARD AT AUGUST MEETING

Franklin PET Scan Center  
Unaddressed Site on East Side of Carothers Parkway  
Franklin (Williamson County), TN  
CN1703-012

Contact Person: John Wellborn  
Phone: 615-665-2022

**APPROVED with Condition**

UCH Vascular Access ASC, LLC,  
6490 Mount Moriah Road, Suite 202  
Memphis (Shelby County), TN 38115  
CN1704-013

Contact Person: Michael Brent, Esq.  
Phone: (615) 252-2361

**APPROVED**

Horizon Surgery Center  
340 Atoka McLaughlin Drive, Suite B  
Atoka (Tipton County), TN 38004  
CN1705-014

Contact Person: John Wellborn  
Phone: 615-665-2022

**APPROVED with Condition**

Behavioral Health of Rocky Top  
204 Industrial Park Road  
Rocky Top (Anderson County), TN 37769  
CN1705-015

Contact Person: Kim Looney, Esq.  
Phone: 615-850-8722

**APPROVED**

Perimeter Surgery Center  
1125 Perimeter Park Drive  
Cookeville (Putnam County), TN 38501  
CN1705-017

Contact Person: John Wellborn  
Phone: 615-665-2022

**APPROVED with Condition**

Baptist Memorial Hospital  
North of the Intersection of I-40 and Airline Road on the East Side  
Arlington (Shelby County), TN 38002  
CN1705-018

Contact Person: Arthur Maples  
Phone: 901-227-4137

**DENIED**

The initiation of a Positron Emission Tomography (PET) service at an unaddressed site on the east side of Carothers Parkway, Franklin (Williamson County), Tennessee 37067. The estimated project cost is \$3,828,653.

**CONDITION: The PET services are limited to the physicians of this practice.**

The establishment of a single-specialty ambulatory surgical treatment center (ASTC) to be located on the 2nd floor of an existing building located at 6490 Mt. Moriah Road Extended, Memphis (Shelby County), TN 38115. The ASTC will include one operating room and one procedure room and will be limited to surgeries and procedures related to vascular access and other hemodialysis oriented procedures. The estimated project cost is \$2,144,000.

The establishment of a single-specialty ambulatory surgical treatment center (ASTC) limited to endoscopy to be located in an existing building located at 340 Atoka McLaughlin Drive, Atoka, (Tipton County), TN 38004. The ASTC will include only one operating room. The estimated project cost is \$1,108,764.

**CONDITION: One PR will be built to OR standards and will be limited to endoscopies.**

The establishment and initiation of geriatric psychiatric services with 18 geriatric inpatient psychiatric beds located at 204 Industrial Park Road, Rocky Top (Anderson County), TN 37769. The estimated project cost is \$1,160,500.

The relocation of a single-specialty ophthalmic ambulatory surgical treatment center (ASTC) from 1059 Neal Street, Suite B, Cookeville (Putnam County) to a new office building under construction at 1125 Perimeter Drive, Cookeville, TN 38501. The project will expand the facility's surgical room complement from one operating room and a laser room to two operating rooms and a laser procedure room. The estimated project cost is \$1,739,376.

**CONDITION: Limited to two ORs and one PR**

The establishment of a full service, 24 hour per day/7 day per week satellite emergency department to be located at an unnamed street address near the intersection of Interstate 40 and Airline Road in Arlington (Shelby County), Tennessee 38002. The proposed facility will be operated as a satellite emergency department of Baptist Memorial Hospital located at 6019 Walnut Grove Road in Memphis (Shelby County) and will have 8 treatment rooms and will provide emergency diagnostic and treatment services. The project will be developed, operationalized, marketed, and funded through a joint operating agreement between Baptist Memorial Hospital and Regional One Health. The estimated project cost is \$10,016,611.

## RESULTS OF APPLICATIONS HEARD AT AUGUST MEETING

### **GENERAL COUNSEL'S REPORT**

Stones River Manor  
205 Haynes Drive  
Murfreesboro (Rutherford County), TN 37129  
CN1506-026AE  
Contact Person: Michael D. Brent, Esq.  
Phone: 615-252-2361

**APPROVED**

Chattanooga-Hamilton County Hospital Authority, Erlanger  
Health System d/b/a Erlanger East Hospital  
975 East Third Street  
Chattanooga (Hamilton County), TN 37403  
CN1412-048AE  
Contact Person: Joseph M. Winick  
Contact Phone: 423-778-7274

**APPROVED**

Ave Marie Home  
2805 Charles Bryan Road  
Bartlett (Shelby County), TN 38134  
CN1312-048AEE  
Contact Person: Frank J. Gattuso, Jr.  
Contact Phone: 901-386-3211

**APPROVED**

A six month extension of the expiration date from November 1, 2017 to May 1, 2018 has been granted. The project was approved on September 23, 2015 for the establishment of a 30 bed Medicare certified skilled nursing facility, with an estimated project cost of \$2,729,127. The 30 nursing home beds were subject to the 125 bed Nursing Home Bed Poll for July 2015 to June 2016 state fiscal year period.

A one year extension of the expiration date from May 1, 2018 to May 1, 2019 has been granted. The project was unanimously approved on March 25, 2015 for the acquisition of a linear accelerator and the initiation of services. Erlanger East Hospital is a satellite hospital operating under the license of Erlanger Medical Center located at 975 East 3rd Street, Chattanooga (Hamilton County), Tennessee. The new linear accelerator at Erlanger East Hospital will replace a linear accelerator at Erlanger Medical Center reducing the number of linear accelerators at Erlanger Medical Center from two to one. The estimated project cost is \$10,532,562.00.

A six month extension of the expiration date from December 1, 2017 to June 1, 2018 has been granted. The project was approved on April 23, 2014 for the replacement of 35 of the existing 75 nursing home beds and the addition of 25\* new Medicare skilled beds to be housed in 6 newly constructed Green House Homes at 2805 and 2840 Charles Bryan Road in Bartlett. All beds were to be dually certified. The estimated project cost was \$7,999,960.00. The 25 new beds were subject to the 2013-2014 Nursing Home Bed Pool. This is the 2nd extension of the expiration date.

## APPLICATIONS TO BE HEARD AT OCTOBER MEETING

Saint Thomas Highlands Hospital  
401 Sewell Road  
Sparta (White County), TN 38583  
CN1706-020  
Contact Person: Blake Estes  
Phone: 615-222-7235

The expansion of an existing geriatric inpatient psychiatric unit from 10 beds to 14 beds located at 401 Sewell Road, Sparta (White County), TN 38583. The estimated project cost is \$358,226.

Saint Thomas Rutherford Hospital  
1700 Medical Center Parkway  
Murfreesboro (Rutherford Co), TN 37129  
CN1707-021  
Contact Person: Blake Estes  
Phone: 615-822-7235

The expansion of acute care beds by 72 beds from 198 beds to 270 beds located at 1700 Medical Center Parkway, Murfreesboro (Rutherford County), TN 37129. If approved, total licensed beds will increase from 286 beds to 358 beds. The estimated project cost is \$47,478,943.

+Saint Thomas Surgery Center- New Salem  
2779 New Salem Road  
Murfreesboro (Rutherford Co), TN 37128  
CN1707-022  
Contact Person: Corey Ridgway  
Phone: 615-376-7300

The establishment of a multi-specialty ambulatory surgical treatment center (ASTC) with two operating rooms and one procedure room located at 2779 New Salem Road, Murfreesboro (Rutherford County), TN 37128. The proposed project involves construction of 14,500 square feet (rentable) of new ASTC space. The estimated project cost is \$16,228,645.

**Simultaneous Review +- St. Thomas Surgery Center - CN1707-022 and StoneCrest Surgery Center – CN1707-023 will be heard as a simultaneous review.**

+StoneCrest Surgery Center  
200 StoneCrest Boulevard  
Smyrna (Rutherford Co.), TN 37167  
CN1707-023  
Contact Person: John Wellborn  
Phone: 615-665-2022

The establishment of a multi-specialty ambulatory surgical treatment center (ASTC) with two operating rooms and one procedure room located at an unaddressed site on the campus of StoneCrest Medical Center located at 200 StoneCrest Boulevard, Smyrna (Rutherford County), TN. The estimated project cost is \$10,556,553.

**Simultaneous Review +- St. Thomas Surgery Center - CN1707-022 and StoneCrest Surgery Center – CN1707-023 will be heard as a simultaneous review.**

**APPEALS OF AGENCY DECISIONS**

<b><u>FACILITY</u></b>	<b><u>DOCKET #</u></b>	<b><u>DESCRIPTION</u></b>	<b><u>MEETING DATE</u></b>
HCA Health Services of Tennessee, Inc. d/b/a TriStar Southern Hills Medical Center Emergency Department at I-65 Brentwood, Williamson County CN1412-050D	25.00-130740J	Appeal of Denial of CON	3/25/2015
Saint Francis Hospital-Bartlett, Inc. Unaddressed site near intersection of the Southeast corner of I-40 and Airline Road Arlington, Shelby County CN1701-004D	25.00-144364J	Appeal of Denial of CON	4/26/2017
Baptist Memorial Hospital Unaddressed site near intersection of I-40 and Airline Road Arlington, Shelby County CN1701-005D	25.00-144364J	Appeal of Denial of CON	4/26/2017

## HEALTH SERVICES AND DEVELOPMENT AGENCY MEMBERS

**(Consumer, Governor)**

**William J. Grandy**  
**(Consumer, Lieutenant Governor)**

**Thomas Alsup**  
**(Consumer, Speaker of the House)**

**Thom Mills**  
**(Home Care)**

**Todd Taylor**  
**(Nursing Home)**

**Paul Korth**  
**(Hospital)**

**Kenneth Patric, M.D.**  
**(Physician)**

**Corey Ridgway**  
**(Ambulatory Surgical Treatment Centers)**

**Keith Gaither, Designee**  
**for Director of TennCare**  
**Wendy Long**

**Jaclyn Harding, Designee**  
**for Comptroller**  
**Justin Wilson**

**Lisa Jordan, Designee**  
**for Commerce & Insurance Commissioner**  
**Julie Mix McPeak**